

Approved Minutes
RETIREMENT BOARD MEETING
Thursday, August 16, 2007
Administrative Conference Room
City Hall
5:30 p.m.

1. Call to Order: The Retirement Board was called to order at 5:35 p.m. by Richard Parker.
2. Roll Call :
Present: Robert Etris, Charles Collier, Gordon Daisley, Marshall Jarrett, Mel Peterson and Richard Campbell
Staff Present: Richard Parker, John Tuohy, Mary Gonda
3. Election of the Chair of the Board: There is one vacancy for a citizen. Notify Human Resources or Kathleen Buschow, City Clerk if you know of someone who is interested in serving as the Chair of the Board. The Chairman must be appointed by the City Council. Marshall Jarrett nominated Gordon Daisley. There were five votes: Aye and one abstention. Gordon Daisley is the new chairman. Gordon took over for the rest of the meeting.
4. Election of the Vice Chairman. Charles Collier was nominated but declined to accept the nomination. Mel Peterson was nominated for the position of Vice Chairman by Charles Collier. There were five votes: Aye and one abstention. Mel Peterson is the new Vice Chairman.
5. Receipt of Petitions: None.
6. Presentation by Frank Sposato and Ed Keating of Lazard Infrastructure Investments. The characteristics of investments and how infrastructure investments are managed was presented. The philosophy of Lazard Infrastructure Investments is an emphasis on the Infrastructure Asset Class being the backbone of society.

Mr. Pohl recommended the Board invest 2% of the Plan's assets in Infrastructure with Lazard and take the 2% from Wentworth, Hauser and Violich. Mr. Daisley said he thought the funds should not come from WHV but from Franklin Templeton and Oak Ridge. Mr. Jarrett made a motion to place 2% of the Plan's assets to Lazard's Infrastructure product with 1.5% coming from Templeton and .5% from Oak Ridge. His motion was seconded by Mr. Etris and approved, 6-0. Mr. Daisley said he would conduct a reference check on Lazard and contact Mr. Parker once completed.

7. Review of the Second Quarter 2007 Investment Performance of the City's Basic and Police Pension Plans by Howard Pohl of Becker, Burke for the period ending June 30, 2007. Assets grew from \$60.00 million to \$63.0 million for the first quarter for the Basic Plan. Domestic stocks, bonds, international stocks, and real estate funds were above average for the quarter. The Police Plan increased from \$17.0 million to \$17.7 million during the quarter. Domestic stocks were above average for the quarter. International stock performance and open-end real estate funds were top quartile for the quarter.
8. Plan Administrator's Report: Milliman is working on the 2007 Actuarial Report and they plan to complete by the Board's November meeting and go over their report with the Board then. They will do a five year experience study after completing the actuarial report. Mr. Parker said he is studying other options for the purchase of prior service and hopes to discuss that further at the next meeting.
9. Training Opportunities for Board Members:
There will be a Trustee Workshop sponsored by VRS in Richmond, Virginia on October 28th and 29th. The International Foundation is hosting its annual conference November 4-7 in Anaheim, CA. The Board approved Richard Campbell and Charles Collier attending the International Foundation training and Gordon Daisley to attend the Trustee Workshop sponsored by VRS.
10. Review and approval of the draft minutes of the May 10, 2007 Retirement Board Meeting: The minutes were reviewed, amended and approved with the amendments and will be posted on the City website.
11. Other business not on the agenda. None
12. Adjournment The meeting was adjourned at 7:30 p.m.

THE CITY OF FALLS CHURCH IS COMMITTED TO THE LETTER AND SPIRIT OF THE AMERICANS WITH DISABILITIES ACT. TO REQUEST ACCOMMODATION FOR ANY TYPE OF DISABILITY, CALL 703-248-5014.